

CASE 10311: Application of Tahoe Energy, Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Cisco formation of the Saunders-Permo Upper Pennsylvanian Pool, in the open hole interval from approximately 10,077 feet to 10,165 feet in its Red Dog Well No. 1 located 1650 feet from the South line and 1980 feet from the East line (Unit J) of Section 2, Township 14 South, Range 33 East. Said well is located approximately 19.5 miles south-southeast of Caprock, New Mexico.

CASE 10312: Application of Yates Petroleum Corporation for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation in the perforated interval from approximately 4500 feet to 5670 feet in its David Ross "AIT" Federal Well No. 1 located 1980 feet from the North line and 660 feet from the East line (Unit H) of Section 35, Township 22 South, Range 31 East, Undesignated Livingston Ridge-Delaware Pool. Said location is approximately 6.5 miles north of New Mexico State Highway No. 128 at milepost No. 16.

CASE 10313: Application of BWA Oil and Gas for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pitchfork Ranch-Strawn Pool underlying the SW/4 NE/4 (Unit G) of Section 34, Township 24 South, Range 34 East, forming a standard 40-acre oil spacing and proration unit for said pool, said unit to be dedicated to its existing Moore "34" Com Well No. 1 located 1980 feet from the North and East lines of said Section 34, which was plugged and abandoned in January 1988 and was re-entered on March 30, 1990. Also to be considered will be the cost of re-entering and recompleting said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in the re-entering and recompletion of said well. Said unit is located approximately 16 miles west by north of Jal, New Mexico.

CASE 10291: (Continued from May 2, 1991, Examiner Hearing.)

In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and assigning discovery allowables to certain pools in Lea County, New Mexico.

- (a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production and designated the South Shoe Bar-Wolfcamp Pool. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM
Section 1: NE/4

In addition, the discovery well for said South Shoe Bar-Wolfcamp Pool, the Mobil Exploration and Producing US Inc. Lovington Deep State Well No. 3 located in Unit G of Section 1, Township 17 South, Range 35 East, NMPM, is entitled to and should receive a bonus discovery allowable in the amount of 51,240 barrels of oil to be assigned over a two year period.

- (b) Assign a bonus discovery allowable of 37,930 barrels of oil to the Mitchell Energy Corporation Geronimo Federal Well No. 1 located in Unit D of Section 31, Township 19 South, Range 33 East, NMPM, the discovery well for the Geronimo-Delaware Pool. This discovery allowable is to be assigned over a two-year period.

CASE 10332: Application of Veteran Exploration Inc. for a non-standard oil proration unit, a high angle/horizontal wellbore that exceeds the set-back requirements for the San Isidro (Shallow) unit area, and simultaneous dedication, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 7 of the Special Operating Rules and Regulations for the San Isidro (Shallow) Unit, as promulgated by Division Order No. R-9330, authorizing the formation of a non-standard 617.79-acre oil spacing and proration unit comprising Lots 3 and 4, S/2 NW/4, and SW/4 (W/2 equivalent) of Section 6 and the W/2 of Section 7, both in Township 20 North, Range 2 West, Rio Puerco-Mancos Oil Pool, said unit to be simultaneously dedicated to a high angle/horizontal well to be drilled from a standard surface location 660 feet from the North line and 1452 feet from the West line (Unit C) of said Section 7 and to its existing Johnson 7 Well No. 11 located at a standard location 2074 feet from the South line and 1650 feet from the West line (Unit K) of said Section 7. The applicant further requests an exception to Special Rule 8(2) allowing for a larger drilling window for the proposed horizontal wellbore such that the wellbore can be no closer than 528 feet to the outer boundary of said proration unit. Said unit is located approximately 7.5 miles west-southwest of Cuba, New Mexico.

CASE 10331: (Continued from May 30, 1991, Examiner Hearing.)

Application of BWA Oil and Gas for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pitchfork Ranch-Strawn Pool underlying the SW/4 NE/4 (Unit G) of Section 34, Township 24 South, Range 34 East, forming a standard 40-acre oil spacing and proration unit for said pool, said unit to be dedicated to its existing Moore "34" Com Well No. 1 located 1980 feet from the North and East lines of said Section 34, which was plugged and abandoned in January 1988 and was re-entered on March 30, 1990. Also to be considered will be the cost of re-entering and recompleting said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in the re-entering and recompletion of said well. Said unit is located approximately 16 miles west by north of Jal, New Mexico.

CASE 10291: (Reopened and Readvertised.)

In the matter of the hearing called by the Oil Conservation Division on its own motion to consider:

The creation of the following pool in Lea County:

South Shoe Bar-Wolfcamp Pool in Township 17 South, Range 35 East, the discovery well to be assigned a discovery allowable of 51,240 barrels of oil to be made retroactive to the date of completion is said pool, January 26, 1991.

The assignment of a discovery allowable of 37,930 barrels of oil to the discovery well for the Geronimo-Delaware Pool in Lea County.

CASE 10333: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain existing pools in Lea County, New Mexico:

- (a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the Baum-Wolfcamp Pool. The discovery well is the Petroleum Production Management Inc. State 19 Well No. 1 located in Unit I of Section 19, Township 13 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 33 EAST, NMPM
Section 19: SE/4

- (b) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Delaware production and designated as the North Bell Lake-Delaware Pool. The discovery well is the Ray Westall Federal 30 Well No. 1 located in Unit G of Section 30, Township 23 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 30: NE/4

- (c) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Delaware production and designated as the Diamondtail-Delaware Pool. The discovery well is the Strate Production Company Urraca Federal Well No. 1 located in Unit N of Section 11, Township 23 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM

Section 11: SW/4

- (d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Blinebry production and designated as the House-Blinebry Pool. The discovery well is the Seay Exploration Inc. House Well No. 1 located in Unit D of Section 13, Township 20 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM

Section 13: NW/4

- (e) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Seven Rivers production and designated as the West Pearl-Seven Rivers Pool. The discovery well is the Hondo Oil & Gas Company West Pearl Federal Well No. 1 located in Unit L of Section 27, Township 19 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM

Section 27: SW/4

- (f) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Upper Pennsylvanian production and designated as the East Red Tank-Cisco Canyon Gas Pool. The discovery well is the Mercury Exploration Company Connally Federal Well No. 1 located in Unit J of Section 15, Township 22 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM

Section 15: S/2

- (g) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres production and designated as the North Young-San Andres Pool. The discovery well is the Meridian Oil Inc. Mitchell 16 State Well No. 3 located in Unit G of Section 16, Township 18 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM

Section 16: NE/4

- (h) EXTEND the Bilbrey-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM

Section 31: E/2

Section 34: N/2

- (i) EXTEND the Brinninstool-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 33 EAST, NMPM

Section 2: SW/4

Section 10: NE/4

Section 11: NW/4

- (j) EXTEND the Buffalo-Yates Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM

Section 36: SE/4

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM

Section 1: NE/4

- (k) EXTEND the South Corbin-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 5: S/2

Section 7: SW/4